

SENATE BILL 401
By Haynes

AN ACT to amend Tennessee Code Annotated, Section
64-8-104, relative to regional transportation
authorities' authority to borrow money.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 64-8-104(b), is amended by adding
the following language as a new, appropriately designated subsection:

(10) To borrow money in order to proceed with or finish the construction of mass
transit or other transportation services or to fund the capital cost of such services. The
authority may enter into a security agreement pledging, as appropriate, to secure the
loan:

(A) Anticipated forthcoming grants from the state or federal government
pursuant to § 64-8-105;

(B) Anticipated assessments from local governments pursuant to
subsection (9); or

(C) The authority's real or personal property.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring
it.